	copy Approved for Release 2011/09/19: CIA-RDP78-03424A0020000600002-3 2					
	of Communications Wefiles DATE:					
* · · · · · · · · · · · · · · · · · · ·	agineering Staff, OC	25 X 1				
SUBJECT: Project	Termination with	25 X 1				
l. The foll tion of work on t Contract 602, Tas		25 X 1				
1 May 1958	SPS requested the Office of Logistics to arrange fixed price procurement of the CB-12, 13, and 14 from Corporation	25 X 1				
12 May 1958	OL suggested CPFF procurement since these were not shelf items and development would be required. R+D was requested to handle the contract.					
3 June 1958	Contract formalized for delivery of 3 recorders in 4 months (6 October 1958)					
8 October 1958	CB-12 delivered and forwarded to R+D Laboratory for evaluation					
29 October 1958	Contract completion date extended to 6 November 1958					
18 December 1958	Laboratory evaluation of CB-12 suspended because of various malfunctions - equipment returned to contractor					
^9 December 1958	CB-13 delivered to the Agency and forwarded to the R+D Leboratory for evaluation					
30 April 1959	\$4,941.00 additional funds and time extended to 31 May 1959					
7 May 1959	Laboratory reported failure of the CB-13 under normal operating conditions - several suggested improvements					
27 May 1959	Time extended to 30 June 1959					
26 June 1959	Shipment of CB-13 back to contractor					
25 August 1959	Time extended to 15 September 1959					
28 August 1959	CB-12 returned to Agency	25X1				
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- 23 October 1959 CB-12 returned to contractor for second time motor failure
- 11 December 1959 Visit to contractor learned chief engineer had left no progress had been made re-evaluating contractor's engineering staff, our project engineer recommended that no further development work be assigned. It was decided to avoid the company in the future and finish the present work as economically as possible.
- 21 December 1959 CB-13 shipped to Agency and forwarded to laboratory
- 9 March 1960 CB-12, CB-13, CB-14 now in Agency hands being evaluated
- 10 October 1960 Contract extended from 15 September 1959 to 30 September 1960 to cover repair work preparation of schematic diagrams, drawings, and test data
- November 1960 Final schematics were not supplied until suspension of final payment was threatened.
- 2. The MR-4 was procured on a fixed price purchase order issued by SP/EA. This unit was found satisfactory under normal test and inspection, however, motor failure occurred after acceptance. The trouble was traced to the motor electronics which contained damaged transistors. This was due to the accumulated effect of continuous exposure to high voltage peaks. Protective circuitry will be designed into the unit by the new contractor.
- 3. Summary The original 4-month program proposed by the contractor stretched to two years and still the equipment was unsatisfactory. All of the contractor's engineers who worked on this program had left his employ and there is little hope for improvement in their replacements. It was our best judgement to salvage the work accomplished by seeking higher quality engineering to remove the remaining design faults.

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